

RECORDATION NO. 24514 FILED

JUL 01 '03 2:54 PM

SURFACE TRANSPORTATION BOARD

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ELIAS C. ALVORD (1942)
ELLSWORTH C. ALVORD (1964)

OF COUNSEL
URBAN A. LESTER

July 1, 2003

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D.C. 20423

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a) are two (2) copies of a Memorandum of Rider #1 to Master Net Lease Agreement, dated as of April 22, 2003, a primary document as defined in the Board's Rules for the Recordation of Documents.

The names and addresses of the parties to the enclosed document are:

Lessor:	Midwest Railcar Corp 9876 213 th Avenue, N.W. Elk River, Minnesota 55330
Lessee:	The Kansas City Southern Railway Company 114 West 11 th Street Kansas City, Missouri 64105

Mr. Vernon A. Williams
July 1, 2003
Page 2

A description of the railroad equipment covered by the enclosed document
is:

25 100-ton gondola cars: KCS 805050– KCS 805074.

A short summary of the document to appear in the index is:

Memorandum of Rider #1 to Master Net Lease Agreement.

Also enclosed is a check in the amount of \$30.00 payable to the order of
the Surface Transportation Board covering the required recordation fee.

Kindly return stamped copies of the enclosed document to the
undersigned.

Very truly yours,



Robert W. Alvord

RWA/anm
Enclosures

REGISTRATION NO.

24514

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SURFACE TRANSPORTATION BOARD

MIDWEST RAILCAR CORPORATION

MEMORANDUM OF RIDER #1 TO MASTER NET LEASE AGREEMENT

between

MIDWEST RAILCAR CORPORATION,

as Lessor

and

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

as Lessee

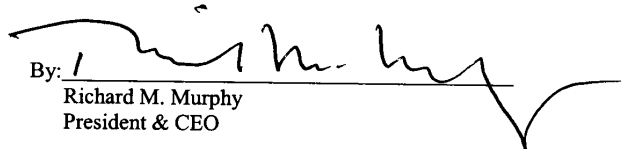
MEMORANDUM OF RIDER #1 TO MASTER NET LEASE AGREEMENT

THIS MEMORANDUM OF RIDER #1 TO MASTER NET LEASE AGREEMENT is effective as of June 2, 2003, by and between MIDWEST RAILCAR CORPORATION, an Illinois Corporation ("Lessor"), and THE KANSAS CITY SOUTHERN RAILWAY COMPANY, a Missouri Corporation ("Lessee"), with reference to the following:

1. Lessor has agreed to lease to Lessee, and Lessee has agreed to lease from Lessor, certain railcars as described on Exhibit A attached hereto and made a part hereof, all as more particularly described in that certain Rider #1 dated June 2, 2003 between Lessor and Lessee to the Master Net Lease Agreement dated as of June 2, 2003 between Lessor and Lessee (the "Lease").
2. The Lease shall be effective as of the execution date thereof and the term of the Lease with respect to each car shall be as set forth in Rider #1.

IN WITNESS WHEREOF, the parties hereto have executed or caused this Memorandum of Rider #1 to Master Net Lease Agreement to be executed as of the date first above written.

MIDWEST RAILCAR CORPORATION
Lessor

By: 
Richard M. Murphy
President & CEO

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

By: _____
Name:
Title:

STATE OF MINNESOTA, CITY OF Elk River, TO WIT:

On this 23 day of June, 2003 before me appeared, Richard M. Murphy to me personally known, who being by me duly sworn, says that he is the President of MIDWEST RAILCAR CORPORATION, an Illinois Corporation, that said instrument was signed on June 23, 2003 on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

[Notarial Seal]

My commission expires: 1-31-06

Notary Public



STATE OF _____, CITY OF _____, TO WIT:

On this ____ day of _____, 2003 before me appeared, _____, to me personally known, who being by me duly sworn, says that he is a _____, of THE KANSAS CITY SOUTHERN RAILWAY COMPANY, a Missouri Corporation, that said instrument was signed and sealed on _____, 2003 on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

[Notarial Seal]

My commission expires:

Notary Public

MEMORANDUM OF RIDER #1 TO MASTER NET LEASE AGREEMENT

THIS MEMORANDUM OF RIDER #1 TO MASTER NET LEASE AGREEMENT is effective as of June 2, 2003, by and between MIDWEST RAILCAR CORPORATION, an Illinois Corporation ("Lessor"), and THE KANSAS CITY SOUTHERN RAILWAY COMPANY, a Missouri Corporation ("Lessee"), with reference to the following:

1. Lessor has agreed to lease to Lessee, and Lessee has agreed to lease from Lessor, certain railcars as described on Exhibit A attached hereto and made a part hereof, all as more particularly described in that certain Rider #1 dated June 2, 2003 between Lessor and Lessee to the Master Net Lease Agreement dated as of June 2, 2003 between Lessor and Lessee (the "Lease").
2. The Lease shall be effective as of the execution date thereof and the term of the Lease with respect to each car shall be as set forth in Rider #1.

IN WITNESS WHEREOF, the parties hereto have executed or caused this Memorandum of Rider #1 to Master Net Lease Agreement to be executed as of the date first above written.

MIDWEST RAILCAR CORPORATION
Lessor

By: _____
Richard M. Murphy
President & CEO

THE KANSAS CITY SOUTHERN RAILWAY COMPANY

By: Paul J. Weyandt
Paul J. Weyandt
Vice President & Treasurer

STATE OF MINNESOTA, CITY OF _____, TO WIT:

On this ____ day of _____, 2003 before me appeared, Richard M. Murphy to me personally known, who being by me duly sworn, says that he is the President of MIDWEST RAILCAR CORPORATION, an Illinois Corporation, that said instrument was signed on _____, 2003 on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

[Notarial Seal]

Notary Public

My commission expires:

STATE OF Missouri, CITY OF Kansas City, TO WIT:

On this 26th day of June, 2003 before me appeared, Paul J. Weyandt, to me personally known, who being by me duly sworn, says that he is Vice President & Treasurer of THE KANSAS CITY SOUTHERN RAILWAY COMPANY, a Missouri Corporation, that said instrument was signed and sealed on June, 26th, 2003 on behalf of said corporation by authority of its Board of Directors, and he acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

[Notarial Seal]

Barbara L. Blevins

Notary Public

My commission expires: 10-04-03

EXHIBIT A - DESCRIPTION OF RAILCARS

Twenty-five (25) 52ft., 6" 100-ton gondolas with the reporting following reporting marks:

KCS 805050 – 805074, inclusive